GOVERNMENT OF INDIA
COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:1391
ANSWERED ON:11.03.2005
VIOLATION OF COMPANY LAWS
Mahato Shri Bir Sing;Mahato Shri Sunil Kumar

Will the Minister of COMPANY AFFAIRS be pleased to state:

(a) whether the Government is carrying out probe against various companies dealing in stocks for violation of company laws during the last three years;

(b) if so, the details thereof alongwith the names of companies; and

(c) the total amount involved in the scams committed by share companies?

Answer

MINISTER OF COMPANY AFFAIRS (SHRI PREM CHAND GUPTA)

(a) & (b): During the last three years, Inspection under section 209A of the Companies Act, 1956 was undertaken of 96 companies involved in Stock Market transaction. In addition, investigation under section 235/237 of the Act was ordered, in respect of 17 companies. List of the above companies is annexed.

(c): The JPC Report on Stock Market Scam 2001, has identified an amount of Rs. 3323 crores being the amount received by Ketan Parekh entities from Corporate Group, Banks, Financial Institutions etc., as being involved in the said scam.

INSPECTIONS ORDERED BASED ON PRELIMINARY INVESTIGATION REPORT OF SEBI IN CONNECTION WITH RECENT MARKET SCAM

Ketan Parekh Groups

1. M/s NH Securities Ltd WR

2. M/s Triumph International Finance Ltd WR

3. M/s Classic Share & Stock Broking Services Ltd WR

4. M/s KNP Securities Pvt Ltd WR

5. M/s VN Parekh Securities Pvt. Ltd WR

6. M/s Panther Fincap Management Services Ltd WR

7. M/s Panther Investrade Ltd WR

8. M/s Classic Credit Ltd WR

9. M/s Saimangal Investrade Ltd WR

10. M/s Classic Infin Ltd ER

11. M/s Panther Industrial Products Ltd WR

12. M/s Goldfish Computer Pvt. Ltd WR

13. M/s Nakshatra Software Pvt Ltd WR

14. M/s Chitrakoot Computers Pvt Ltd WR

15. M/s Luminant Investment Pvt. Ltd WR
16. M/s Triumph Securities Pvt. Ltd WR

Nirmal Bang Group

17. M/s Bama Securities Ltd WR

18. M/s Nirmal Bang Securities Ltd WR

19. M/s Bang Equity Broking Pvt. Ltd WR

20. M/s Bang Securities Pvt Ltd WR

21. M/s Nadi Finance & Investment Pvt. Ltd WR

Shankar Sharma & Devina Mehra Group

22. M/s First Global Finance Pvt Ltd NR
23. M/s First Global Stock Broking Pvt Ltd NR

24. M/s Vruddhi Confinvest India Pvt. Ltd WR

Shailesh Shah Group

25. M/s Dolat Capital Market Ltd WR

26. M/s Nirpan Securities Ltd WR

27. M/s Shailelsh Shah Securities Ltd WR

Radha Krishan Damani Group

28. M/s Damani Share & Stock Brokers Pvt. Ltd WR

29. M/s Maheshwari Equity Brokers Pvt. Ltd WR

30. M/s Jhunjhunwala Stock Broker Pvt. Ltd WR

31. M/s Pratik Stock Vision Pvt. Ltd WR

32. M/s Damani Estates & Finance Pvt. Ltd WR

33. M/s Bright Star Investments Ltd WR

34. M/s Krishna Securities Ltd NR

35. M/s Avenue Stock Brokers India Pvt. Ltd WR

Ajay Keyan Group

36. M/s C Mackertich Ltd ER

37. M/s SMIFS Securities Ltd ER

38. M/s Stewart Securities Ltd ER

39. M/s Maya Trade Link Ltd ER

40. M/s Powerflow Holdings Pvt Ltd ER

41. M/s Mackertich Consultancy services Pvt Ltd ER

42. M/s PNR Securities Ltd NR

Consortium Group

43. M/s Consortium Securities Ltd NR

44. M/s CSL Securities Pvt Ltd NR

45. M/s CSL Stock Broking Pvt Ltd NR

BLB Group

46. M/s BLB Ltd NR

Rathi Group

47. M/s Rathi Global Finance Ltd NR
48. M/s Anand Rathi Securities Pvt. Ltd WR

49. M/s Navratan Capital & Securities Pvt. Ltd WR

50. M/s Rathi Capital & Services Pvt. Ltd. WR

51. M/s Amit Capital & Securities Pvt. Ltd WR

52. M/s Pushp Capital & Securities Pvt. Ltd WR

53. M/s Gerard Viegs Finvest Pvt. Ltd WR

54. M/s Hitkari Finvest Pvt Ltd WR

55. M/s Preetraj Finvest Pvt Ltd WR

56. M/s Suresh Rathi Securities Pvt Ltd WR

Zee Tele Group

57. M/s Zee Telefilms Ltd WR

58. M/s Siticable Network Pvt Ltd WR

59. M/s Digital Superhighway WR

60. M/s Briggs Trading Co Pvt. Ltd WR

61. M/s Prajatma Trading Co Pvt. Ltd WR

62. M/s Churu Trading Co Pvt. Ltd WR

63. M/s Ganjam Trading Co Pvt Ltd WR

Other Companies

64. M/s Zee Gold Refinery Ltd WR

65. M/s Palombe Securities & Finance Ltd WR

66. M/s Global Telesystems Ltd WR

67. M/s Himachal Futuristic Communication Ltd NR

68. M/s Burlington Finance Ltd ER

69. M/s DSQ Software Ltd SR

70. M/s Pentamedia Graphics Ltd SR

71. M/s Nirma Ltd WR

72. M/s Ranbaxy Laboratories Ltd NR

73. M/s Kopran Ltd WR

74. M/s Adani Export Ltd WR

75. M/s Lupin Laboratores Ltd WR

76. M/s Padmini Polymers Ltd NR

77. M/s Shonkh Technologies Ltd NR

78 M/s Amar Raja Batteries Ltd SR

79. M/s Global Trust Bank Ltd SR

80. M/s Monesh Consultancy Pvt Ltd WR

81. M/s Moncon Investment Ltd WR

82. M/s Manmandir Estate Developers (P) Ltd WR

83. M/s Credit Suisse First Boston (I) Securities Pvt Ltd WR

84. M/s JM Morgan Stanley Securities Pvt Ltd WR

85. M/s JM Morgan Retail Services Pvt Ltd WR

86. M/s Aftek Infosys Ltd WR

87. M/s Silverline Industries Ltd WR

88. M/s Doe Jones Investments & Consultants Pvt Ltd ER

89. M/s Arihant Exim Scrip Pvt Ltd ER

90. M/s Tripoli Consultancy Services Pvt Ltd ER

91. M/s Khenami Securities Pvt Ltd ER

92. M/s SSI Ltd SR

93. M/s Cyberspace Ltd NR

94. M/s Pruthvi Brokers & Shareholdings Pvt Ltd WR

95. M/s Biyani Securities Pvt Ltd ER

96. M/s Satyam Computer Services Ltd SR

ANNEXURE-II

Investigation ordered based on preliminary investigation report of SEBI in connection with recent Market Scam

S.N. Name of the Company

1 M/s DSQ Software Ltd.
2 M/s Panther Industrial Products Ltd
3 M/s Luminant Investments Pvt. Ltd
4 M/s Goldfish Computer Pvt. Ltd.
5 M/s Panther Fincap and Management services Ltd
6 M/s Manmandir Estate Developers Pvt. Ltd.

7 M/s Classic Shares & Stock Broking Services Ltd.
8 M/s Classic Credit Ltd.
9 M/s N. H. Securities Ltd.
10 M/s Chitrakut Computers Pvt. Ltd.
11 M/s Nakshatra Software Pvt. Ltd.
12 M/s Panther Investrade Ltd.
13 M/s Triumph International and Finance India Ltd.
14 M/s K.N.P Securities Pvt. Ltd.
15 M/s V.N. Parekh Securities Pvt. Ltd.
16 M/s Saimangal Investrade Ltd.
17 M/s Triumph Securities Ltd.